

# FISCAL NOTE

**Bill #:** HB0282

**Title:** Eliminate social security number on hunting and fishing license applications

**Primary Sponsor:** Jeff Laszloffy

**Status:** As Introduced

\_\_\_\_\_  
Sponsor Signature

\_\_\_\_\_  
Date

\_\_\_\_\_  
Chuck Swysgood, Budget Director

\_\_\_\_\_  
Date

## Fiscal Summary

	<b><u>FY2002</u></b> <b><u>Difference</u></b>	<b><u>FY2003</u></b> <b><u>Difference</u></b>
<b>Expenditures:</b>		
General Fund	\$ 56,652,391	\$ 56,672,253
State Special Revenue	( 3,375,760)	( 3,371,771)
Federal Special Revenue	<u>(53,276,631)</u>	<u>(53,300,482)</u>
Total	\$ 0	\$ 0
<b>Net Impact on General Fund Balance:</b>	<b>\$ 56,652,391</b>	<b>\$ 56,672,253</b>

<b><u>Yes</u></b>	<b><u>No</u></b>		<b><u>Yes</u></b>	<b><u>No</u></b>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts
	X	Dedicated Revenue Form Attached		X	Family Impact Form Attached

## Fiscal Analysis

### ASSUMPTIONS

#### **Department of Public Health and Human Services**

##### Human and Community Services Division (HCSD) – PROGRAM 02:

1. To be eligible for a block grant for Temporary Assistance for Needy Families under Title IV-A of the Social Security Act, the state must certify as part of its Title IV-A state plan that it has an approved Title IV-D state plan. Disapproval of a Title IV-D state plan may subject the Title IV-A state plan to review and potentially to disapproval.

2. If the state were to have the Title IV-A state plan disapproved, penalties up to and including withholding of the federal TANF block grant are possible. In FY2000, Temporary Assistance to Needy Families (TANF) funding was \$44,109,471. For the purposes of this fiscal note, that amount is estimated to be constant for FY 2002 and FY 2003.
3. HCSD state plan requires the State Social Security Title IV-D agency (Child Support Enforcement) be in compliance with the federal regulations that govern the IV-D agency. Medical support enforcement is a compliance issue for the IV-D state plan.
4. Failure to have a compliance IV-D agency state plan jeopardizes the (TANF) funding for the state's welfare programs. TANF funding is the block grant federal funding of the Personal Responsibility and Work Opportunity Act (PRWORA) of 1996.
5. The base federal funding will be replaced with state general fund.

Child Support Enforcement Division (CSED) – PROGRAM 05:

6. Title IV-D of the federal Social Security Act, 42 USC 651 et seq. establishes the federal and state child support enforcement program, 42 USC 654 sets out the conditions for an approved state plan, and 42 USC 666 contains many of the required state laws.
7. The Child Support Enforcement Division (CSED) is the IV-D agency funded with a mixture of Federal Financial Participation (FFP) of 66% federal funds and 34% state special revenue.
8. The repeal of any law required as a condition of an approved state plan for Title IV-D services (including elimination of the requirement that an applicant provide a social security number on a hunting or fishing license application) may subject the plan to disapproval by the federal Office of child Support Enforcement.
9. If the Title IV-D state plan is disapproved, it may result in the immediate suspension of all federal payments for the state child support enforcement program.
10. State special revenue is derived from the federal government in the form of incentives paid on performance. The state share of TANF collections comprise state special revenue and is reimbursed to the state from the federal government in the amount of the Federal Medicaid Percentage (FMAP) rate on TANF collections. This funding would be subject to loss for non-compliance with the state plan requirements.
11. The System for Enforcement And Recovery of Child Support (SEARCHS) IV-D expenditures are included.
12. The base funding will be replaced with state general fund.

FISCAL IMPACT:

HCSD	FY2002 <u>Difference</u>	FY2003 <u>Difference</u>
<u>Funding</u>		
General Fund (01)	\$ 44,109,471	\$ 44,109,471
Federal Special Revenue (03)	<u>(44,109,471)</u>	<u>(44,109,471)</u>
TOTAL	\$ 0	\$ 0

Net Impact to Fund Balance (Revenue minus Expenditures):

General Fund (01)	(\$ 44,109,471)	(\$44,109,471)
Federal Special Revenue (03)	\$44,109,471	\$44,109,471

FISCAL IMPACT:

CSED

	<u>FY2002</u> <u>Difference</u>	<u>FY2003</u> <u>Difference</u>
<u>Funding</u>		
General Fund (01)	\$ 12,542,920	\$ 12,562,782
State Special Revenue (02)	( 3,375,760)	( 3,371,771)
Federal Special Revenue (03)	<u>( 9,167,160)</u>	<u>( 9,191,011)</u>
TOTAL	\$ 0	\$0

Net Impact to Fund Balance (Revenue minus Expenditures):

General Fund (01)	(\$12,542,920)	(\$12,562,782)
State Special Revenue (02)	\$3,375,760	\$ 3,371,771
Federal Special Revenue (03)	\$ 9,167,160	\$ 9,191,011

LONG-RANGE IMPACTS

If the federal funds under either Title IV-A or Title IV-D or both were withdrawn, there would be a substantial impact in level of services to TANF recipients, families receiving child support services, and the potential need to replace some or all of the lost funds with other state funds.

TECHNICAL NOTES:

CSED has applied for a waiver to use drivers' licenses in lieu of requiring social security numbers for licenses issued by the Department of Fish Wildlife and Parks. To date, an official reply to that waiver has not been received.